

TB245802R

Reg. No :

Name :

BACHELOR'S DEGREE (C.B.C.S) EXAMINATION, NOVEMBER 2024

2018, 2019, 2020, 2021 ADMISSIONS SUPPLEMENTARY

SEMESTER V - OPEN COURSE

CO5D01AB18 - Fundamentals of Accounting

Time : 3 Hours

Maximum Marks : 80

Part A

I. Answer any Ten questions. Each question carries 2 marks

(10x2=20)

1. Discuss, How will you record capital invested in the accounting equation?
2. What is meant by duality in accounting?
3. Describe the meaning of the materiality principle.
4. Explain book keeping
5. Explain very briefly the revenue recognition principle.
6. Describe the basic principle of double entry system of accounting.
7. Express the meaning of 'Journal'.
8. Explain the term Posting.
9. Define Trade Discount.
10. state any 4 characteristics of Trial balance.
11. Interpret the meaning of Trial balance.
12. Explain the term Cost of Goods sold.

Part B

II. Answer any Six questions. Each question carries 5 marks

(6x5=30)

13. Explain (a) Narration (b) Journalizing (c) Journal proper (d) Bills Receivable book (e) Purchases Day book
14. Pass journal entries in the books of Joe.

| | |
|-------------|---|
| 01 Jan 2018 | Started business with cash Rs.10,000 and Furniture Machinery Rs.5,000 |
| 02 Jan 2018 | Paid into bank Rs. 3,000 |
| 05 Jan 2018 | Purchased goods from Ramu on credit of Rs.2,000 |
| 10 Jan 2018 | Sold goods to John Rs.4,000 |
| 15 Jan 2018 | Received from John Rs.2,000 |
| 22 Jan 2018 | Bought goods for cash from Nimmy Rs.2,500 |
| 26 Jan 2018 | Paid to Ramu Rs.1,000 |
| 31 Jan 2018 | Paid Rent Rs.500 |
| 31 Jan 2018 | Paid salary Rs.300 |

15. Prepare Journal and Ledger accounts for the following transactions:

| Date | Transaction | Amount |
|-----------|-----------------------------------|--------|
| 2018 | | |
| January 1 | Arya started a business with cash | 54,000 |
| January 3 | Paid into bank | 9,000 |
| January 4 | Bought Machinery for cash | 15,000 |
| January 5 | Bought Printer for | 6,000 |



| | | |
|------------|---------------------------------|-------|
| January 6 | Purchased goods for cash | 9,000 |
| January 7 | Paid for miscellaneous expenses | 180 |
| January 8 | Sold goods to Suresh for cash | 3,000 |
| January 9 | Sold goods to Dinesh | 6,000 |
| January 10 | Paid Cleaning expenses | 195 |

16. List the main objectives of Trial balance.

17. Prepare Trial balance of Anil traders for the year ended 31.12.2020 from the following ledger balances.

| Particulars | Amount |
|-------------------|----------|
| Audit fee | 10,000 |
| Cash in hand | 2,000 |
| Insurance | 5,000 |
| Legal charges | 12,000 |
| Loose tools | 6,000 |
| Trade marks | 9,000 |
| Stock | 20,000 |
| Sales | 1,64,000 |
| Purchases | 80,000 |
| Sales returns | 2,000 |
| Capital | 72,000 |
| Purchases return | 1,000 |
| Drawings | 8,000 |
| Wages | 20,000 |
| General expenses | 4,000 |
| Carriage inwards | 1,000 |
| Sundry debtors | 60,000 |
| Sundry creditors | 10,000 |
| Carriage outwards | 4,000 |
| Advertising | 4,000 |

18. Prepare a short note Balance Sheet. State its features.

19. What is Balance Sheet? State its features.

20. From the following information prepare a Profit and Loss account of Raja Traders for the year ending 31st December 2020.

| Particulars | Amount |
|-------------------|--------|
| Gross profit | 15000 |
| Salaries | 7500 |
| Stationery | 550 |
| Insurance | 800 |
| Carriage on sales | 750 |
| Commission paid | 900 |
| Advertisement | 1200 |
| Discount Allowed | 800 |
| Discount Received | 950 |



| | |
|-------------------|------|
| Interest received | 1000 |
| Bad debts | 300 |

21. Prepare a balance sheet as on 31st June 2019 from the following figures.

| Particulars | Amount |
|---------------------|----------|
| Bank overdraft | 20,000 |
| Cash in hand | 60,000 |
| Bills payable | 40,000 |
| Bills receivable | 50,000 |
| Sundry creditors | 2,00,000 |
| Sundry Debtors | 2,50,000 |
| Closing Stock | 1,85,000 |
| Investment | 3,50,000 |
| Cash at Bank | 50,000 |
| Loan | 1,60,000 |
| Capital | 1,20,000 |
| Net profit for 2019 | 6,00,000 |
| Furniture | 75,000 |
| Plant and machinery | 4,00,000 |
| Land and Building | 70,000 |
| Goodwill | 7,30,000 |

Part C

III. Answer any Two questions. Each question carries 15 marks

(2x15=30)

22. Discuss the process and limitations of accounting.

23. From the following transactions prepare Triple Column Cash Book:

| Date | Transaction | Amount |
|-------------|--|--------|
| 2018 | | |
| February 1 | Balance of cash | 40,000 |
| | Balance of bank | 80,000 |
| February 3 | Sold goods for cash | 12,000 |
| February 4 | Paid into bank | 5,000 |
| February 5 | Paid wages in cash | 2,000 |
| February 7 | Received a cheque from Syam | 6,400 |
| | Discount allowed to him | 100 |
| February 8 | Withdrawn from the bank for office use | 5,000 |
| February 12 | Paid by cheque to Sundar | 6,600 |
| | Discount allowed by him | 250 |
| February 20 | Purchased furniture by cheque | 3,000 |
| February 28 | Withdrawn from the bank for personal use | 3,200 |

24. From the following Ledger account balances, prepare a Trial balance as on 31st March 2020.

| Particulars | Amount Rs. |
|------------------|------------|
| Capital | 1,00,000 |
| Sales | 1,60,000 |
| Sundry Creditors | 16800 |
| Bills Payable | 4700 |
| Loan | 10000 |



| | |
|-----------------------|-------|
| Baddebts recovered | 300 |
| Drawings | 12000 |
| Plant and Machinery | 60000 |
| Furniture | 26000 |
| Opening stock | 27000 |
| Salaries and wages | 18500 |
| Sundry Debtors | 27800 |
| Purchases | 95200 |
| Rent, Rates and taxes | 6200 |
| Trade expenses | 1400 |
| Bad debts | 200 |
| Interest on loan | 800 |
| Insurance | 400 |
| Sundry expenses | 1700 |
| cash at bank | 14600 |

25. The following is the Trial balance of Mr Mohan Thomas as on March 31,2018. Prepare a Trading and Profit and Loss account for the year ended March 31, 2018 and a balance sheet as on the date.

| Particulars | Debit (Rs) | Credit (Rs) |
|-----------------------|------------|-------------|
| Capital | | 1,00,000 |
| Sales | | 1,60,000 |
| Sundry Creditors | | 16,800 |
| Bills Payable | | 4700 |
| Loan | | 10,000 |
| Baddebts recovered | | 300 |
| Drawings | 12,000 | |
| Plant and Machinery | 60,000 | |
| Furniture | 26,000 | |
| Opening stock | 27,000 | |
| Salaries and wages | 18,500 | |
| Sundry Debtors | 27,800 | |
| Purchases | 95,200 | |
| Rent, Rates and taxes | 6,200 | |
| Trade expenses | 1,400 | |
| Bad debts | 200 | |
| Interest on loan | 800 | |
| Insurance | 400 | |
| Sundry expenses | 1,700 | |
| cash at bank | 14,600 | |
| | 2,91,800 | 2,91,800 |

Closing stock - Rs 25,400

